

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC)	
SERVICE COMMISSION OF THE)	
APPLICATION OF THE FUEL ADJUST-)	
MENT CLAUSE OF GREEN RIVER)	CASE NO. 9745
ELECTRIC CORPORATION)	
FROM NOVEMBER 1, 1984, TO)	
OCTOBER 31, 1986)	

O R D E R

Pursuant to 807 KAR 5:056, Sections 1 (11) and 1 (12), the Public Service Commission ("Commission") issued its Order on November 14, 1986, scheduling a hearing to review the operation of the fuel adjustment clause of Green River Electric Corporation ("Green River") for the past 2 years and to determine the amount of fuel cost that should be transferred (rolled in) to the base rates in order to reestablish the fuel adjustment charge. Green River was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties or by the Commission on its own motion.

Green River filed all requested information, including its monthly fuel charges for the 2-year period under review and its affidavit of compliance with the provisions of the fuel adjustment clause as prescribed in 807 KAR 5:056. Following proper notice, no party of record requested Green River to appear at the hearing scheduled for February 10, 1987.

The Commission approved a transfer (roll-in) of (1.65) mills per KWH to the base rates of Green River's wholesale supplier, Big Rivers Electric Corporation ("Big Rivers") in Case No. 9730. Approval of Big Rivers' proposal requires that Green River also be authorized to roll-in those same fuel costs to its base rates.

The Commission, having considered the evidence of record and being advised, finds that:

1. Green River has complied in all material respects with the provisions of 807 KAR 5:056.

2. Green River's wholesale supplier has been authorized to transfer (roll-in) to its base rates fuel costs of (1.65) mills per KWH in Case No. 9730.

3. Green River should be authorized to decrease the rates charged its customers by 1.76 mills per KWH in order to transfer fuel costs rolled-in by Big Rivers from the fuel adjustment clause to the base rates pursuant to the Commission's Order in Case No. 9730 and applicable line loss, and this can best be accomplished by a uniform reduction in all energy rates.

4. The revised rates and charges in Appendix A are designed to reflect the transfer of fuel costs from the fuel adjustment clause rate to the base rates.

IT IS THEREFORE ORDERED that:

(1) The charges and credits applied by Green River through the fuel adjustment clause for the period November 1, 1984, through October 31, 1986, be and they hereby are approved.

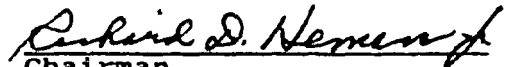
(2) Green River be and it hereby is authorized to transfer to its base rates fuel costs transferred (rolled-in) by its wholesale supplier pursuant to Case No. 9730.

(3) The rates in Appendix A be and they hereby are approved for service rendered by Green River on and after June 1, 1987, which is also the effective date for Big Rivers' rates.

(4) Within 30 days from the date of this Order Green River shall file with the Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of May, 1987.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9745 DATED 5/11/87

The following rates and charges are prescribed for the customers in the area served by Green River Electric Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

Rates: Monthly

RESIDENTIAL SERVICE (SINGLE PHASE & THREE PHASE) AND ALL OTHER SINGLE-PHASE SERVICE*

Facilities Charge	\$5.64
First 600 KWH per KWH	.051571
Next 400 KWH per KWH	.043121
All Over 1,000 KWH per KWH	.037801

COMMERCIAL, LARGE POWER AND PUBLIC BUILDINGS THREE-PHASE DEMAND*

Facilities Charge	\$16.90
Plus Demand Charge of:	
Per KW of Billing Demand	4.00
Plus Energy Charge of:	
Per KWH Consumed	.037851

STREET AND INDIVIDUAL CONSUMER LIGHTING*

175 Watt Mercury Vapor Lamps	\$6.67
250 Watt Mercury Vapor Lamps	7.64
400 Watt Mercury Vapor Lamps	9.07

**RATES TO LARGE INDUSTRIAL CUSTOMERS SERVED UNDER
SPECIAL CONTRACTS***

The rates to Commonwealth Aluminum, Inc., and Willamette Industries, Inc., (Western Kraft Paper Group/Kentucky Mills Division), shall be as follows:

The monthly delivery point rate shall be:
Demand Charge of: \$6.25
per KW of billing demand

Plus Energy Charge of: .017499
per KWH consumed

The rates to National-Southwire Aluminum shall be as follows:

The monthly delivery point rate shall be:
Demand Charge of: \$6.25
per KW of billing demand

Plus Energy Charge of: .017279
per KWH consumed

The rates to Alumax Aluminum shall be as follows:

The monthly delivery point rate shall be:
Demand Charge of: \$6.50
per KW of billing demand

Plus Energy Charge of: .018199
per KWH consumed

The rates to Green River Coal Company shall be as follows:

The monthly delivery point rate shall be:
Demand Charge of: \$6.50
per KW of billing demand

Plus Energy Charge of: .019699
per KWH consumed

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."